http://finance.senate.gov

MEMORANDUM

To: Reporters and Editors

Re: Medicaid payments for services to deceased recipients

Da: Tuesday, Jan. 13, 2004

Two reports from the Health and Human Services Inspector General review the amount of Medicaid overpayments for medical services provided after the recipients' death in Arizona and Michigan. The report on Arizona concludes the state had procedures in place to ensure that payments for services provided after the death of a recipient were recovered. However, the report on Michigan estimates that unallowable payments of approximately \$294,500 (federal share \$161,000) were not recovered. In addition, the state agency did not credit the federal government for payments it had identified as unallowable. Sen. Chuck Grassley, chairman of the Committee on Finance, made the following comment on these reports.

"While Arizona did a good job, Michigan wasted \$161,000 of federal tax dollars. Every state should do what needs to be done to recover every Medicaid dollar that goes to a dead person. On the federal level, the Centers for Medicare and Medicaid Services has to make sure states do a good job of recovering these dollars. I'll continue to follow CMS' efforts to help the states avoid improper payments through Medicaid. Every dollar that goes to waste or fraud doesn't help a person in need."